

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 6, 2011

CERTIFIED RETURN RECEIPT 7005 2570 0000 4801 6195

Russell C. Feller A&R Leasing, LLC 688 East Chad Ranch Road Veyo, Utah 84782

Subject: Permit Suspended for Failure to Pay Required Permit Fees, A&R Leasing, LLC,

Glacial Green Mine, S/003/0044, Box Elder County, Utah

Response Required by: February 7, 2011

Dear Mr. Feller:

Authorization under the Utah Mined Land Reclamation Act to mine or conduct exploration operations requires the annual payment of permit fees. Division records indicate you have failed to remit your annual permit fees for the referenced mine for the years 2009 and 2010. Authorization to operate under your Notice of Intention is hereby suspended.

You are directed to cease all mining related activities, including the removal of previously mined materials, until the permit fees are paid in full. You are further directed to remit the past due amount of \$300.00 by February 7, 2011, (\$150 for each year) to remove the suspended status.

In addition, on December 21, 2009, the Division sent you a letter (certified) requiring the reclamation surety for this site be increased by \$17,830.00, to \$25,200. To date, this has not been done. Failure to maintain adequate reclamation surety may result in formal enforcement action being taken, including the assessment of civil penalties, revocation of your permit to mine, and an order to immediately commence reclamation of the site. Please provide the requested surety increase by February 7, 2011 to avoid formal enforcement actions.



Page 2 Russell C. Feller S/003/0044 January 6, 2011

If you believe the Division records are in error, you may provide a copy of cancelled checks to document your past payment(s). If you have addition questions or concerns regarding this letter, please don't hesitate to call me at (801) 538-5261 or Lynn Kunzler at 801-538-5310. Thank you for your prompt response.

Sincerely,

16n Munsor far Paul B. Baker

Minerals Program Manager

PBB:lk:pb

Attachment: Billing Statement

cc: Larry Garahana, BLM (<u>larry_garahana@blm.gov</u>)
P:\GROUPS\MINERALS\WP\M003-BoxElder\S0030044-GlacialGreen\final\Susp01032011.doc



JON M. HUNTSMAN JR. Governor MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

A & R LEASING LLC 688 E CHAD RANCH RD VEYO UT 84782 -4141

ATTENTION: RUSSELL C FELLER

ANNUAL PERMIT FEE Annual Permit Fees for July 2010 thru June 2011 SITE NAME PERMIT ID **ACRES BILLING DATE GLACIAL GREEN 1** S030044 NA 06/20/2010 **PERMIT TYPE PERMIT STATUS ANNUAL FEE** SMALL MINING OPERATION < 5 ACRES ACTIVE \$ 300

DUE DATE	AMOUNT DUE
02/05/2011	\$ 300

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED		PROJECT NAME	PERMIT II
A & R LEASING LLC		GLACIAL GREEN 1	S030044
DUE DATE ANNUAL FEE	AMOUNT DUE	FEE ENCLOSED	FEE NOT ENCLOSED*
02/05/2011 \$ 300	\$ 300	Approval to mine or conduct exp	loration is automatically withdrawn if annual

permit fees are not paid by the date due.

DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801 SALT LAKE CITY UT 84114-5801 If reclamation is complete, please submit form MR-SITE to request either a full or partial release. The permit fee is not required if the entire site has been regraded and seeded; The Division will verify the reclamation work.

Forms and other permit-related information are available on the Web at http://ogm.utab.gov/minerals.

Forms and other permit-related information are available on the Web at http://ogm.utah.gov/minerals or you can call (801) 538-5291 for more information.

Please make check payable to:
Division of Oil, Gas and Mining